AKD Income Fund

For the month ending May 2011

Fund activity during the month

The NAV of the AKD Income Fund for the month of April appreciated by 1.76% (annualized 22.00%). This has resulted in a year to date return of 9.95% (annualized 10.89%).

Name of non-compliant investment***	Type of Investment	Value of Investment before provision	Provision held if any	Value of investment after provision	% of Net Assets	% of Gross Assets
Security Leasing Company Limited	Preference Shares	11,352,099	-	11,352,099	2.80%	2.75%
Kohat Cement Company Limited *	SUKUK	12,251,297	3,336,323	8,914,974	2.20%	2.16%
Maple Leaf Cement Factory Limited *	SUKUK	8,763,193	2,498,406	6,264,787	1.55%	1.52%
Maple Leaf Cement Factory Limited *	SUKUK	264,022	-	264,022	0.07%	0.06%
Pace Pakistan Limited 15-02-08 *	Term Finance Certficate	386,230	-	386,230	0.10%	0.09%
Invest Capital Investment Bank Limited *	Certificate of Investment	4,382,190	-	4,382,190	1.08%	1.06%
Saudi Pak Leasing Company Limited *	Certificate of Investment	28,000,000	-	28,000,000	6.92%	6.77%
First Dawood Investment Bank Limited **	Term Finance Certficate	31,500,000	11,670,750	19,829,250	4.90%	4.80%

* Investments Performing but below investment grade. ** Investment non-performing and below investment grade.
*** Fully provided for investments in Dewan Cement Limited (Rs. 100 Mn) and New Allied Electronics Industries (Private) Limited (Rs. 30 Mn)

Investment Objective

AKDIF is a dedicated fund that focuses primarily on fixed income securities and instruments. The objective of AKDIF is to offer investors a convenient vehicle to invest in a diversified portfolio of fixed income securities/instruments that provide consistent returns with concern for preservation of capital over the longer term.

	FYTD	1 Month	3 Month	6 Month	1 Year
6-month Kibor	13.38%	13.64%	13.71%	13.70%	13.30%
AKDIF	10.89%	22.00%	27.79%	15.35%	12.79%

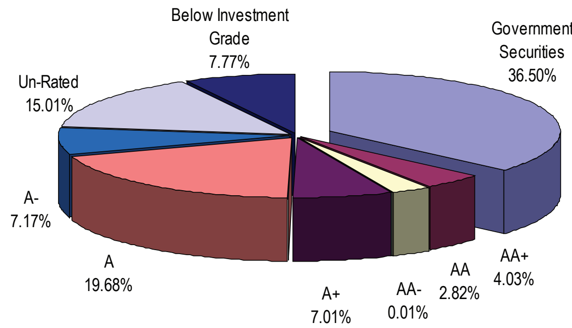
Asset Allocation (% of NAV)	Apr 30, 2011	May 31, 2011
Cash and Cash Equivalents	29.04%	27.78%
T-bills exceeding 90 days maturity	0.00%	11.59%
Placement with NBFCs	8.47%	7.98%
Preference Shares	2.80%	2.80%
MTS	13.98%	2.90%
TFCs / SUKUK	43.60%	45.32%
Others Assets Including Receivables	2.11%	1.63%

Top Ten TFC's	Rating	May 31, 2011
Worldcall Telecom Limited	A	10.29%
JDW Sugar Mills Limited	A	8.50%
Avari Hotels Limited	A-	7.06%
Al-Abbas Sugar Mills Limited	A+	6.91%
First Dawood Investment Bank Limited	D	4.88%
Orix Leasing Pakistan Limited	AA+	3.14%
Kohat Cement Company Limited	Withdrawn	2.20%
Maple Leaf Cement Factory Limited	BB+	1.54%
Trakker (Pvt.) Ltd.	A	0.61%
Pace Pakistan Limited	D	0.10%

Fund Information

Fund Type	Open-end
Category	Income
Date of Fund launch	March, 2007
Assets under Management	404.811mn
NAV (31st May2011)	PkR 49.7830
Benchmark	6-M Kibor
Dealing Days	Mon to Fri
Cut-off Timings	9:00 am to 5:00 pm
Pricing Mechanism	Forward Pricing
Management Fee	1.50%
Sales Load	1.00%
Risk Profile	Low / Medium
Trustee	CDC
Auditor	A. F. Fergusons
Asset Manager Rating	AM3
Stability Rating	BBB

Credit Quality of the Portfolio (% of Assets)



Investment Committee Members

Mr. Imran Motiwala
Mr. Amin Hussain
Mr. Nadeem S. Siddique
Mr. Muhammad Yaqoob
Mr. Ahmed Hassan